

General Assembly

Bill No. 1131

January Session, 2007

LCO No. 4095

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Referred to Committee on Planning and Development

Introduced by:

SEN. DELUCA, 32nd Dist.

REP. CAFERO, 142nd Dist.

AN ACT CONCERNING EMINENT DOMAIN.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subdivision (3) of subsection (c) of section 7-148 of the
- 2 general statutes is repealed and the following is substituted in lieu
- 3 thereof (Effective July 1, 2007, and applicable to property acquired on or after
- 4 said date):
- 5 (3) (A) Take or acquire by gift, purchase, grant, including any grant
- 6 from the United States or the state, bequest or devise and hold,
- 7 condemn, lease, sell, manage, transfer, release and convey such real
- 8 and personal property or interest therein absolutely or in trust as the
- 9 purposes of the municipality or any public use or purpose, including
- 10 that of education, art, ornament, health, charity or amusement,
- 11 cemeteries, parks or gardens, or the erection or maintenance of statues,
- 12 monuments, buildings or other structures, [or the encouragement of
- 13 private commercial development, require. Any lease of real or
- 14 personal property or any interest therein, either as lessee or lessor, may
- be for such term or any extensions thereof and upon such other terms

- and conditions as have been approved by the municipality, including
- 17 without limitation the power to bind itself to appropriate funds as
- 18 necessary to meet rent and other obligations as provided in any such
- 19 lease;
- 20 (B) Take real property for economic development purposes, 21 provided such taking has been approved by at least two-thirds of the 22 members of the legislative body of the municipality present and voting 23 and the legislative body has made a finding that (i) public benefits 24 resulting from the economic development project will outweigh any 25 private benefits; (ii) existing use of the real property cannot be feasibly 26 integrated into the overall development plan for the project; (iii) 27 acquisition by eminent domain is reasonably necessary to successfully 28 achieve the objectives of such development plan; (iv) the economic 29 development project will have public benefits that are not limited to 30 an increase in local tax revenues; and (v) on and after January 1, 2009, 31 the economic development project will conform to any responsible 32 growth criteria established pursuant to the provisions of the general 33 statutes or any regulations adopted thereunder. Real property taken 34 under the provisions of this subparagraph may be transferred to a development agency as defined in section 8-187 or an implementing 35 36 agency as defined in section 32-222;
- [(B)] (C) Provide for the proper administration of gifts, grants, bequests and devises and meet such terms or conditions as are prescribed by the grantor or donor and accepted by the municipality.
- Sec. 2. Section 8-128 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2007, and applicable to property acquired on or after said date*):
- (a) Within a reasonable time after its approval of the redevelopment plan as hereinbefore provided, the redevelopment agency may proceed with the acquisition or rental of real property by purchase, lease, exchange or gift. The redevelopment agency may acquire real property by eminent domain with the approval of the legislative body

of the municipality and in accordance with the provisions of sections 8-129 to 8-133, inclusive, and this section. The legislative body in its approval of a project under section 8-127 shall specify the time within which real property is to be acquired. The time for acquisition may be extended by the legislative body in accordance with section 48-6, upon request of the redevelopment agency, provided the owner of the real property consents to such request. Real property may be acquired previous to the adoption or approval of the project area redevelopment plan, provided the property acquired shall be located within an area designated on the general plan as an appropriate redevelopment area or within an area whose boundaries are defined by the planning commission as an appropriate area for a redevelopment project, and provided such acquisition shall be authorized by the legislative body. The redevelopment agency may clear, repair, operate or insure such property while it is in its possession or make site improvements essential to preparation for its use in accordance with the redevelopment plan.

(b) If real property acquired by eminent domain on or after the effective date of this section is not used for the purpose for which it was acquired or for some other public use not later than five years after such acquisition, the person from whom the property was acquired or the heirs, successors or assigns of such person may apply to repurchase the property pursuant to the provisions of this subsection. The property shall be sold to the person making application for an amount not more than the amount of compensation paid to the person for such taking, plus the actual cost of any environmental cleanup performed after the taking, unless the legislative body of the municipality determines that retaining the property is in the public interest.

Sec. 3. Section 8-129 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2007, and applicable to property acquired on or after said date*):

(a) (1) The redevelopment agency shall determine the compensation to be paid to the persons entitled thereto for such real property. [and]

(2) With respect to property taken pursuant to subparagraph (B) of subdivision (3) of subsection (c) of section 7-148, as amended by this act, the amount of compensation shall be equal to one hundred twenty-five per cent of the fair market value of the real property, reduced by reasonably foreseeable environmental clean up costs, and increased by reasonable attorney fees and costs. If there is an active business on the property, upon a finding that the good will of the business cannot be transferred, compensation shall be adjusted to reflect lost good will. For purposes of this subsection, "good will" means the benefits that accrue to a business from its location, reputation for dependability, skill or quality and any other circumstances resulting in probable retention of old or acquisition of new patronage.

(b) The redevelopment agency shall file a statement compensation, containing a description of the property to be taken and the names of all persons having a record interest therein and setting forth the amount of such compensation, and a deposit as provided in section 8-130, with the clerk of the superior court for the judicial district in which the property affected is located. Upon filing such statement of compensation and deposit, the redevelopment agency shall forthwith cause to be recorded, in the office of the town clerk of each town in which the property is located, a copy of such statement of compensation, such recording to have the same effect and to be treated the same as the recording of a lis pendens, and shall forthwith give notice, as provided in this section, to each person appearing of record as an owner of property affected thereby and to each person appearing of record as a holder of any mortgage, lien, assessment or other encumbrance on such property or interest therein [(a)] (1) in the case of any such person found to be residing within this state, by causing a copy of such notice, with a copy of such statement of compensation, to be served upon each such person by a state marshal, constable or

indifferent person, in the manner set forth in section 52-57 for the service of civil process, and [(b)] (2) in the case of any such person who is a nonresident of this state at the time of the filing of such statement of compensation and deposit or of any such person whose whereabouts or existence is unknown, by mailing to each such person a copy of such notice and of such statement of compensation, by registered or certified mail, directed to his last-known address, and by publishing such notice and such statement of compensation at least twice in a newspaper published in the judicial district and having daily or weekly circulation in the town in which such property is located. Any such published notice shall state that it is notice to the widow or widower, heirs, representatives and creditors of the person holding such record interest, if such person is dead. If, after a reasonably diligent search, no last-known address can be found for any interested party, an affidavit stating such fact, and reciting the steps taken to locate such address, shall be filed with the clerk of the superior court and accepted in lieu of mailing to the last-known address. Not less than twelve days or more than ninety days after such notice and such statement of compensation have been so served or so mailed and first published, the redevelopment agency shall file with the clerk of the superior court a return of notice setting forth the notice given and, upon receipt of such return of notice, such clerk shall, without any delay or continuance of any kind, issue a certificate of taking setting forth the fact of such taking, a description of all the property so taken and the names of the owners and of all other persons having a record interest therein. The redevelopment agency shall cause such certificate of taking to be recorded in the office of the town clerk of each town in which such property is located. Upon the recording of such certificate, title to such property in fee simple shall vest in the municipality, and the right to just compensation shall vest in the persons entitled thereto. At any time after such certificate of taking has been so recorded, the redevelopment agency may repair, operate or insure such property and enter upon such property, and take any action that is proposed with regard to such property by the project area redevelopment plan.

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The notice referred to above shall state that [(1)] (A) not less than 148 twelve days or more than ninety days after service or mailing and first publication thereof, the redevelopment agency shall file, with the clerk 150 of the superior court for the judicial district in which such property is located, a return setting forth the notice given, [(2)] (B) upon receipt of 152 such return, such clerk shall issue a certificate for recording in the 153 office of the town clerk of each town in which such property is located, [(3)] (C) upon the recording of such certificate, title to such property 155 shall vest in the municipality, the right to just compensation shall vest 156 in the persons entitled thereto and the redevelopment agency may 157 repair, operate or insure such property and enter upon such property and take any action that may be proposed with regard thereto by the 159 project area redevelopment plan, and [(4)] (D) such notice shall bind 160 the widow or widower, heirs, representatives and creditors of each person named therein who then or thereafter may be dead. When any 162 redevelopment agency acting on behalf of any municipality has 163 acquired or rented real property by purchase, lease, exchange or gift in accordance with the provisions of this section, or in exercising its right of eminent domain has filed a statement of compensation and deposit with the clerk of the superior court and has caused a certificate of 167 taking to be recorded in the office of the town clerk of each town in 168 which such property is located as provided in this section, any judge of 169 such court may, upon application and proof of such acquisition or 170 rental or such filing and deposit and such recording, order such clerk to issue an execution commanding a state marshal to put such municipality and the redevelopment agency, as its agent, into 173 peaceable possession of the property so acquired, rented or 174 condemned. The provisions of this section shall not be limited in any way by the provisions of chapter 832.

- 176 Sec. 4. Subsection (a) of section 8-193 of the general statutes is 177 repealed and the following is substituted in lieu thereof (Effective July 178 1, 2007):
- 179 (a) After approval of the development plan as provided in this

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180 chapter, the development agency may proceed by purchase, lease, exchange or gift with the acquisition or rental of real property within the project area and real property and interests therein for rights-ofway and other easements to and from the project area. [The development agency may, with the approval of the legislative body, and in the name of the municipality, acquire by eminent domain real property located within the project area and real property and interests therein for rights-of-way and other easements to and from the project area, in the same manner that a redevelopment agency may acquire 189 real property under sections 8-128 to 8-133, inclusive, as if said sections 190 specifically applied to development agencies.] The development agency may, with the approval of the legislative body and, of the 192 commissioner if any grants were made by the state under section 8-190 or 8-195 for such development project, and in the name of such municipality, transfer by sale or lease at fair market value or fair rental 194 value, as the case may be, the whole or any part of the real property in the project area to any person, in accordance with the project plan and such disposition plans as may have been determined by the commissioner.

Sec. 5. Section 8-268 of the general statutes is amended by adding subsection (d) as follows (Effective July 1, 2007, and applicable to property acquired on or after said date):

(NEW) (d) Notwithstanding the provisions of this section, in the case of property taken pursuant to subparagraph (B) of subdivision (3) of subsection (c) of section 7-148 of the general statutes, as amended by this act, the head of the state agency shall make relocation payments pursuant to the provisions of the federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, 42 USC 4601 et seq. and any subsequent amendments thereto and regulations promulgated thereunder, if payments under said act would be greater than payments under the provisions of this section.

211 Sec. 6. Subsection (g) of section 32-224 of the general statutes is

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repealed and the following is substituted in lieu thereof (*Effective July* 1, 2007):

(g) After approval of the development plan pursuant to sections 32-220 to 32-234, inclusive, the implementing agency may by purchase, lease, exchange or gift acquire or rent real property necessary or appropriate for the project as identified in the development plan and real property and interests therein for rights-of-way and other easements to and from the project area. [The implementing agency may, with the approval of the legislative body of the municipality, and in the name of the municipality, condemn in accordance with section 8-128 to 8-133, inclusive, any real property necessary or appropriate for the project as identified in the development plan, including real property and interests in land for rights-of-way and other easements to and from the project area.]

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	July 1, 2007, and	7-148(c)(3)
	applicable to property	
	acquired on or after said	
	date	
Sec. 2	July 1, 2007, and	8-128
	applicable to property	
	acquired on or after said	
	date	
Sec. 3	July 1, 2007, and	8-129
	applicable to property	
	acquired on or after said	
	date	
Sec. 4	July 1, 2007	8-193(a)
Sec. 5	July 1, 2007, and	8-268
	applicable to property	
	acquired on or after said	
	date	
Sec. 6	July 1, 2007	32-224(g)

Statement of Purpose:

To implement the Governor's budget recommendations.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]